design, or construction of Governmentowned research, development, or production facilities, and in contracts and subcontracts in support of programs being conducted at such facilities.

- (q) In accordance with 27.406(d), the contracting officer shall insert the clause at 52.227-21, Technical Data Declaration, Revision, and Withholding of Payment—Major Systems, in contracts for major systems acquisitions or for support of major systems acquisitions. When used, this clause requires that the technical data to which it applies be specified in the contract. (See 27.406(d).)
- (r) In the case of civilian agencies except NASA and the U.S. Coast Guard, the contracting officer shall insert the clause at 52.227-22, Major System—Minimum Rights, in contracts for major systems or contracts in support of major systems.
- (s) In accordance with 27.407, if a contracting officer desires to acquire unlimited rights in technical data contained in a successful proposal upon which a contract award is based, the contracting officer shall insert the clause at 52.227-23, Rights to Proposed Data (Technical). Rights to technical data in a proposal are not acquired by mere incorporation by reference of the proposal in the contract, and if a proposal is incorporated by reference, 27.404 must be followed to assure that such rights are appropriately dressed.

[52 FR 18140, May 13, 1987, as amended at 55 FR 38517, Sept. 18, 1990; 62 FR 236, Jan. 2, 1997; 64 FR 10532, Mar. 4, 1999]

Subpart 27.5 [Reserved]

27.6—Foreign Subpart License **Technical Assistance** and **Agreements**

27.601 General.

Agencies shall provide all necessary rules and regulations as are required for the proper application of the laws and policies of the U.S. Government regarding-

(a) Elimination in agreements between domestic concerns and foreign governments or foreign concerns of charges for the use of patents in which

the U.S. Government has a royalty-free license or of charges in agreements for the use of data that the U.S. Government has a right to use and disclose to others, that is in the public domain, or that was acquired by the U.S. Government with the unrestricted right to use, duplicate, or disclose and to have or permit others to do so;

- (b) Foreign license and technical assistance agreements between the U.S. Government and United States domestic concerns:
- (c) Guidance on negotiating contract prices and terms concerning patents and data, including royalties, in contracts between the U.S. Government and a foreign government or foreign concern: and
- (d) Regulations and guidance on controls on the exportation of data relating to certain designated items, such as arms or munitions of war, and guidance on reviews of agreements involving such data (see 22 CFR part 124).

PART 28—BONDS AND INSURANCE

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28.001 Definitions.

Subpart 28.1—Bonds and Other Financial **Protections**

28.100 Scope of subpart. 28.101 Bid guarantees.

28 101-1 Policy on use.

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28.103-1 General.

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28.104 Annual performance bonds.

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28.106-1 Bonds and bond related forms.

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- 28.106-3 Additional bond and security.
- 28.106-4 Contract clause.
- 28.106-5 Consent of surety.
- 28.106-6 Furnishing information.
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Subpart 28.2—Sureties and Other Security for Bonds

- 28.200 Scope of subpart.
- 28.201 Requirements for security.
- 28.202 Acceptability of corporate sureties.
- 28.203 Acceptability of individual sureties.
- 28.203-1 Security interests by an individual surety.
- 28.203-2 Acceptability of assets.
- 28.203-3 Acceptance of real property.
- 28.203-4 Substitution of assets.
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- 28.203-6 Contract clause.
- 28.203-7 Exclusion of individual sureties.
- 28.204 Alternatives in lieu of corporate or individual sureties.
- 28.204-1 United States bonds or notes.
- 28.204–2 Certified or cashiers checks, bank drafts, money orders, or currency.
- $28.204 \hbox{--} 3$ $\,$ Irrevocable letter of credit (ILC).
- 28.204-4 Contract clause.

Subpart 28.3—Insurance

- 28.301 Policy.
- 28.302 Notice of cancellation or change.
- 28.303 Insurance against loss of or damage to Government property.
- 28.304 Risk-pooling arrangements.
- 28.305 Overseas workers' compensation and war-hazard insurance.
- 28.306 Insurance under fixed-price contracts.
 28.307 Insurance under cost-reimbursement contracts.
- 28.307-1 Group insurance plans.
- 28.307-2 Liability.
- 28.308 Self-insurance.
- 28.309 Contract clauses for workers' compensation insurance.
- 28.310 Contract clause for work on a Government installation.
- 28.311 Solicitation provision and contract clause on liability insurance under costreimbursement contracts.
- 28.311-1 Contract clause.
- $28.311\hbox{--}2$ Agency solicitation provisions and contract clauses.
- 28.312 Contract clause for insurance of leased motor vehicles.
- 28.313 Contract clauses for insurance of transportation or transportation-related services.

AUTHORITY: 40 U.S.C. 121(c); 10 U.S.C. chapter 137; and 42 U.S.C. 2473(c).

SOURCE: 48 FR 42286, Sept. 19, 1983, unless otherwise noted.

28.000 Scope of part.

This part prescribes requirements for obtaining financial protection against losses under contracts that result from the use of the sealed bid or negotiated methods. It covers bid guarantees, bonds, alternative payment protections, security for bonds, and insurance.

[67 FR 13056, Mar. 20, 2002]

28.001 Definitions.

As used in this part—

Attorney-in-fact means an agent, independent agent, underwriter, or any other company or individual holding a power of attorney granted by a surety (see also power of attorney at 2.101).

Bid means any response to a solicitation, including a proposal under a negotiated acquisition. See the definition of "offer" at 2.101.

Bidder means any entity that is responding or has responded to a solicitation, including an offeror under a negotiated acquisition.

Bid guarantee means a form of security assuring that the bidder (1) will not withdraw a bid within the period specified for acceptance and (2) will execute a written contract and furnish required bonds, including any necessary coinsurance or reinsurance agreements, within the time specified in the bid, unless a longer time is allowed, after receipt of the specified forms.

Bond means a written instrument executed by a bidder or contractor (the "principal"), and a second party ("the surety" or "sureties") (except as provided in 28.204), to assure fulfillment of the principal's obligations to a third party (the "obligee" or "Government"), identified in the bond. If the principal's obligations are not met, the bond assures payment, to the extent stipulated, of any loss sustained by the obligee. The types of bonds and related documents are as follows:

- (1) An advance payment bond secures fulfillment of the contractor's obligations under an advance payment provision.
- (2) An annual bid bond is a single bond furnished by a bidder, in lieu of separate bid bonds, which secures all